

MINUTES OF MEETING OF THE EXECUTIVE COMMITTEE
OF
NORPHLET CHEMICAL INC.

A meeting of the Executive Committee of the Board of Directors of the Corporation was held by teleconference on September 8, 2008, and at said meeting Brian Brooks, W.L. Cook, Jim Crotty, David Henry, Robert James, Charles L. Long, Scott Reed, Jesse Spector, William Spector and Evert Talbot, being all ten of the members of the Corporation's Executive Committee of Board of Directors were in attendance. Also in attendance were Scott Carter, Nelson Abell Vic Forte, Cyril Hollingsworth and Jim Beachboard.

Robert James said that the meeting was called to give the Executive Committee an update of the lawsuits involving the company and the cost estimate to complete the plant. He said that he received the cost estimate from Hunt Guillot on Thursday of last week and the estimate is \$10,000,000.00 plus or minus thirty percent (30%). He said that he was shocked by the number and that Vic and Ronnie have looked through the report and they say that it is possible savings of \$1,500,000.00. Robert James then said there are three important issues facing the company. They are. (1) At the current price to complete, the plant would be unprofitable (2) Tulstar has lost its HF supply (3) the lawsuit has a 50-50 chance of being won and if won clear ownership of the stock is in question because of the wives' names are on the stock.

Cyril Hollingsworth presented the committee a review of Garrison lawsuit. After the review, he recommended that we file a dismissal without prejudice of the case. He said that we would have the option to file the suit again within one year. He said that we come to the conclusion based on the depositions of John and Jeff Garrison that there was not an agreement and it is time to move forward with the project. Cyril said that if Jones-Hamilton were to file a suit against the Garrisons for their personal guarantees, this would also end the agreement of the January 2008 board meeting. Nelson Abell asked if Cyril had subpoenaed the personal tax returns of John Garrison to verify the correct recording of the Michael Murphy stock transaction. Cyril said he did not. Nelson then asked how easily could the Garrisons to have the possible Jones-Hamilton lawsuit transferred from Ohio state court to Federal court. Cyril said they would have to hire Ohio attorneys handle that issue. He then said that if any member of the committee has personal claims with the Garrisons, they should consult their own attorneys for advice. W.L. Cook made a motion to accept the attorney recommendation to dismiss the lawsuit without prejudice. Brian Brooks seconded the motion. The motion was adopted by a vote of ten (10) Members present and no members voting against the motion. The committee members were polled individually.

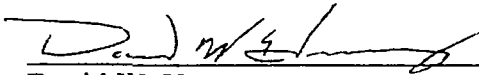
Robert James said that since the January board meeting we have solved the chemistry and engineering problems related to the plant process. He said that Jones-Hamilton



would pay the engineering cost of Hunt Guillot and the legal cost of Dover Dixon Horne. He went on to say that these are the only costs that will be paid by Jones-Hamilton because their board has voted to suspend funding to the project. He made it clear that they would not be funding the shut down costs of the plant. Evert Talbot said the big concern for the company is the chemicals that are on the plant site. He said that we have received estimates to remove them of \$350,000.00 to \$400,000.00. He also said that there is a question of Tulstar or Norphlet owning the chemicals. The HF and TCE were shipped to us last September by order of Jeff Garrison ordering them from Tulstar. There was discussion about some one being authorized to initiate negotiations with Tulstar to have them take and dispose of the chemicals. There was not a motion made to pursue this plan of action.

With no other business, the meeting was adjourned.

Respectfully submitted



David W. Henry
Secretary